

## **245.402**

of the nonrecurring cost recoupment charge when major defense equipment is sold by foreign military sales or direct commercial sales to foreign governments or international organizations. “Major defense equipment” is defined in DoD Directive 2140.2, Recoupment of Nonrecurring Costs on Sales of U.S. Items, as any item of significant military equipment on the United States Munitions List having a nonrecurring research, development, test, and evaluation cost of more than \$50 million or a total production cost of more than \$200 million.

(ii) When the cost thresholds in paragraph (2)(i) of this section are not met, the contracting officer shall assess rental charges for use of special tooling and special test equipment pursuant to the Use and Charges clause if administratively practicable.

### **(3) Waivers.**

(i) Rental charges for use of U.S. production and research property on commercial sales transactions to the Government of Canada are waived for all commercial contracts. This waiver is based on an understanding wherein the Government of Canada has agreed to waive its rental charges.

(ii) Requests for waiver or reduction of charges for the use of Government property on work for foreign governments or international organizations shall be submitted to the contracting officer, who is authorized to approve the requests in consultation with the appropriate functional specialist.

[74 FR 37647, July 29, 2009, as amended at 78 FR 65220, Oct. 31, 2013]

## **Subpart 245.4—Title to Government Property**

SOURCE: 76 FR 3537, Jan. 20, 2011, unless otherwise noted.

### **245.402 Title to contractor-acquired property.**

#### **245.402–70 Policy.**

Review the guidance and follow the procedures at PGI 245.402–70 with regard to recording and financial/accounting treatment of contractor-acquired property.

## **48 CFR Ch. 2 (10–1–14 Edition)**

### **245.402–71 Delivery of contractor-acquired property.**

Follow the procedures at PGI 245.402–71 for the delivery of contractor-acquired property.

## **Subpart 245.5—Support Government Property Administration**

SOURCE: 76 FR 52142, Aug. 19, 2011, unless otherwise noted.

### **245.570 Storage at the Government’s expense.**

All storage contracts or agreements shall be separately priced and shall include all costs associated with the storage.

## **Subpart 245.6—Reporting, Reutilization, and Disposal**

SOURCE: 76 FR 52142, Aug. 19, 2011, unless otherwise noted.

### **245.602 Reutilization of Government property.**

#### **245.602–1 Inventory disposal schedules.**

For termination inventory, plant clearance officers shall verify inventory schedules, either directly or through appropriate technical personnel, to determine the following:

##### **(a) Allocability.**

(1) Review contract requirements, delivery schedules, bills of material, and other pertinent documents to determine whether schedules include property that—

(i) Is appropriate for use on the contract; or

(ii) Exceeds the quantity required for completion of the contract, but could be diverted to other commercial work or Government use.

##### **(2) Review the contractor’s—**

(i) Recent purchases of similar material;

(ii) Plans for current and scheduled production;

(iii) Stock record entries; and

(iv) Bills of material for similar items.

(b) *Quantity.* Take measures to provide assurance that available inventory is in accordance with quantities listed